

July 21, 2004

Ms. Marlene H. Dortch
Secretary
Federal Communications Commission
446th 12th Street, SW
Washington, DC 20554

**Re: Notice of Ex Parte – Schools and Libraries Universal Service Support
Mechanism
Docket 02-6**

On July 21, 2004, Orin Heend, Sara Fitzgerald and Peter Kaplan from Funds For Learning, LLC met with the following representatives from the Wireline Competition Bureau:

Mark Nadel
Mark Stephens
Tony Dale
Jennifer Schneider
William Hill
J. Rodriguez
Harry Morrow

The purpose of the meeting was to provide data analysis to the FCC to help them determine what level of participation in the E-rate program should trigger further level of auditing from either the SLD or FCC. WCB staff were also reminded that Funds For Learning developed a tool to help them test various scenarios surrounding revising the discount matrix which was in Funds For Learning's comments on the latest NPRM.

Attached is the data provided to the FCC staff.